

From: VANDENBERGHE Kurt (CAB-VON DER LEYEN)
Sent: mardi 24 mai 2022 19:00
To: [REDACTED] (CAB-VON DER LEYEN)
Subject: Notes from meeting with BDI - 9 November 2021

I was invited by BDI to discuss Fit for 55 with the BDI directors.

BDI flagged the following issues of main interest: taxonomy (gas and nuclear); carbon leakage (climate clubs); state aid guidelines; technology neutrality in CO2 standards for cars; hydrogen.

MEP Gieseke raised the following points:

- The FF55 and upcoming proposals are overloading.
- The cars CO2 proposal is not technologically neutral.
- CBAM on its own is not enough. The EC should actively lead discussions with trading partners.
- Effort sharing: not all member states are asked to do enough.
- ETS2 is too costly.
- Where is the voice of SMEs?

Other comments from participants:

- the cars CO2 proposal is effectively a ban on technological neutrality and contradictory to ETS2 (technologically neutral market mechanism).
- too little ambition in AFIR;
- contributions by the aviation sector for preventing carbon leakage have not been taken up by Commission services;
- CBAM on its own will not solve carbon leakage risks. The EC should be more offensive in dealing with trading partners;
- the EC should come up with strong proposals to create a true EU single electricity market.

Kurt